

**SUMMARY and FISCAL NOTE\***

<b>Department:</b>	<b>Dept. Contact/Phone:</b>	<b>CBO Contact/Phone:</b>
Legislative	Aly Pennucci/Traci Ratzliff	

\* Note that the Summary and Fiscal Note describes the version of the bill or resolution as introduced; final legislation including amendments may not be fully described.

**1. BILL SUMMARY**

**Legislation Title:** AN ORDINANCE amending Ordinance 126000, which adopted the 2020 Budget; making appropriations from the Emergency Fund for public assistance during the COVID-19 civil emergency; making an appropriation from the General Fund for public assistance during the civil emergency; and making appropriations from the Revenue Stabilization Fund for public assistance during the civil emergency; all by a 3/4 vote of the City Council.

**Summary and background of the Legislation:** This legislation appropriates \$86 million in 2020 funding - \$66.3 million from the Emergency Fund and \$19.5 million from the Revenue Stabilization Fund - to provide funding that addresses the economic impacts caused by the COVID-19 epidemic for small businesses, low-income and low-wage individuals and families, and immigrants and refugees. See Attachment 1 Summary Table for full description of the proposed spending of the \$86 million.

A new payroll tax authorized through Council Bill 119810 is anticipated to provide new and sufficient revenues to replenish the Emergency Fund and Revenue Stabilization Fund in 2021.

**2. CAPITAL IMPROVEMENT PROGRAM**

**Does this legislation create, fund, or amend a CIP Project?** \_\_\_ Yes   x   No

If yes, please fill out the table below and attach a new (if creating a project) or marked-up (if amending) CIP Page to the Council Bill. Please include the spending plan as part of the attached CIP Page. If no, please delete the table.

Project Name:	Project I.D.:	Project Location:	Start Date:	End Date:	Total Project Cost Through 2025:

**3. SUMMARY OF FINANCIAL IMPLICATIONS**

**Does this legislation amend the Adopted Budget?**   x   Yes \_\_\_ No

If there are no changes to appropriations, revenues, or positions, please delete the table below.

Appropriation change (\$):	General Fund \$		Other \$	
	2020	2021	2020	2021
Emergency Fund			\$66.3 million	
Revenue Stabilization Fund			\$19.5 million	
<b>Total</b>			<b>\$85.8 million</b>	

Estimated revenue change (\$):	Revenue to General Fund		Revenue to Other Funds	
	2020	2021	2020	2021
Positions affected:	No. of Positions		Total FTE Change	
	2020	2021	2020	2021

**Does the legislation have other financial impacts to the City of Seattle that are not reflected in the above, including direct or indirect, short-term or long-term costs? N/A**  
 If so, describe the nature of the impacts. This could include increased operating and maintenance costs, for example.

**Is there financial cost or other impacts of *not* implementing the legislation?** Small businesses, low income individuals and families and immigrant and refugees' households are suffering significant impacts from the COVID-19 crisis. Funding provide to date by the state and federal governments is inadequate to meet the immediate needs of these businesses and households. Therefore, additional resources are needed to meet identified needs.

If there are no changes to appropriations, revenues, or positions, please delete sections 3.a., 3.b., and 3.c. and answer the questions in Section 4.

**3.a. Appropriations**

**This legislation adds, changes, or deletes appropriations.**

If this box is checked, please complete this section. If this box is not checked, please proceed to Revenues/Reimbursements.

Item	Department	Fund	Budget Summary Level/BCL Code	Amount
2.1	Office of Economic Development	Emergency Fund (10102)	Business Services (BO-ED-X1D00)	\$14,448,000
2.2	Department of Education and Early Learning	Revenue Stabilization Fund (00166)	Early Learning (BO-EE-IL100)	\$3,612,000
2.3	Human Services Department	Emergency Fund (10102)	Addressing Homelessness (BO-HS-H3000)	\$32,643,800
2.4	Office of Housing	Emergency Fund (10102)	Homeownership & Sustainability (BO-HU-2000)	\$1,082,000
2.5	Office of Housing	Revenue Stabilization Fund (00166)	Multifamily Housing (BO-HU-3000)	\$2,347,800
2.6	Office of Immigrant and Refugee Affairs	Emergency Fund (10102)	Office of Immigrant and Refugee Affairs (BO-IA-X1N00)	\$18,100,000

2.7	Office of Sustainability & Environment	Revenue Stabilization Fund (00166)	Office of Sustainability and Environment (BO-SE-X1000)	\$13,545,000
<b>Grand Total</b>				<b>\$85,778,600</b>

**Is this change one-time or ongoing? Possibly one-time**

Please explain any complicated scenarios – e.g. three-year funding agreement but not permanent ongoing.

**Appropriations Notes:**

**3.b. Revenues/Reimbursements**

**This legislation adds, changes, or deletes revenues or reimbursements.**

If this box is checked, please complete this section. If this box is not checked, please proceed to Positions.

**Anticipated Revenue/Reimbursement Resulting from this Legislation:**

Fund Name and Number	Dept	Revenue Source	2020 Revenue	2021 Estimated Revenue
TBD	TBD	Payroll Tax		\$86 million
<b>TOTAL</b>				

This table should reflect revenues/reimbursements that are a direct result of this legislation. In the event that the issues/projects associated with this ordinance/resolution have revenues or reimbursements that were, or will be, received because of previous or future legislation or budget actions, please provide details in the Notes section below. Do the revenue sources have match requirements? If so, what are they?

**Is this change one-time or ongoing?**

Please explain any complicated scenarios – e.g. three-year funding agreement but not permanent ongoing.

**Revenue/Reimbursement Notes:**

Emergency Fund and Revenue Stabilization Fund will be repaid with revenues generated The new payroll taxes. These revenues are anticipated in 2021.

**3.c. Positions**

**This legislation adds, changes, or deletes positions.**

If this box is checked, please complete this section. If this box is not checked, please proceed to Other Implications.

**Total Regular Positions Created, Modified, or Abrogated through this Legislation, Including FTE Impact:**

Position # for Existing Positions	Position Title & Department*	Fund Name & #	Program & BCL	PT/FT	2020 Positions	2020 FTE	Does it sunset? (If yes, explain below in Position Notes)
<b>TOTAL</b>							

\* *List each position separately*

This table should only reflect the actual number of positions created by this legislation. In the event that positions have been, or will be, created as a result of previous or future legislation or budget actions, please provide details in the Notes section below.

### **Position Notes:**

#### **4. OTHER IMPLICATIONS**

**a. Does this legislation affect any departments besides the originating department?**

If so, please list the affected department(s) and the nature of the impact (financial, operational, etc.). **Yes.** Five percent for the appropriations for each department are included to support the cost to implement and administer the programs as described in Attachment 1

**b. Is a public hearing required for this legislation? No**

If yes, what public hearing(s) have been held to date, and/or what public hearing(s) are planned/required in the future?

**c. Does this legislation require landlords or sellers of real property to provide information regarding the property to a buyer or tenant? No**

If yes, please describe the measures taken to comply with RCW 64.06.080.

**d. Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required for this legislation? No**

**e. Does this legislation affect a piece of property? No**

**f. Please describe any perceived implication for the principles of the Race and Social Justice Initiative. Does this legislation impact vulnerable or historically disadvantaged communities? What is the Language Access plan for any communications to the public?**

This legislation will provide funding to assist low income households (disproportionately represented by people of color), immigrant and refugee households, and small businesses significantly impacted by the COVID-19 pandemic. The loss of employment, health impacts, etc. related to the COVID-19 pandemic are having significant impacts for these households and businesses. State and Federal assistance is inadequate to meet the immediate needs and therefore the City must step in to provide resources to assist.

**g. If this legislation includes a new initiative or a major programmatic expansion: What are the specific long-term and measurable goal(s) of the program? How will this legislation help achieve the program's desired goal(s). See Attachment 1 for summary of outcomes to be achieved with funding.**

**List attachments/exhibits below:**

Attachment 1 – Summary of 2020 Proposed Spending Direct COVID Relief

### Attachment 1 – Summary of 2020 Proposed Spending Direct COVID Relief

Program/Activity	Program Description	% of total	2020 Spending <sup>1</sup>	Potential Impacts
<b>Small Business Support</b>	Small Business Stabilization Fund - Child Care	4.2%	\$3.6 million	\$10k grants to about 340 child care providers
	Small Business Stabilization Fund - small businesses	16.4%	\$14.1 million	\$10k grants to about 1,300 small businesses
	Training, referral services, and technical assistance to support businesses	0.4%	\$0.3 million	
	<b><i>Small Business Support - subtotal</i></b>	<b>21%</b>	<b>\$18 million</b>	
<b>Immediate Housing</b>	Homelessness prevention programs & Rental assistance programs such as the United Way of King County’s Home Base program	22%	\$19 million	1-month of rental assistance to 9,700 households (HH) or 3-months of rental assistance to about 3,300 households
	Shelter de-intensification and housing or shelter options for unsheltered homeless individuals in non-congregate settings (e.g. tiny homes, hotels or motels)	13%	\$11 million	If all used for tiny homes, create about 5-7 new villages
	Mortgage counseling and foreclosure prevention programs	1%	\$1 million	Mortgage assistance to about 35 households
	Programs that support the ongoing service and operation costs of nonprofit affordable housing & shelter providers	6%	\$5 million	
	<b><i>Immediate Housing - subtotal</i></b>	<b>42%</b>	<b>\$36 million</b>	
<b>Immigrant and Refugee Support</b>	Direct financial assistance for immigrant and refugee households	20%	\$17 million	Provide \$1,000 in financial assistance to about 16,200 households
	Language access support for people who need help accessing and understanding assistance programs	1%	\$1 million	
	<b><i>Immigrant and Refugee Support- subtotal</i></b>	<b>21%</b>	<b>\$18 million</b>	
<b>Food Security Programs</b>	Continuation or expansion of the Emergency Grocery Voucher program	16%	\$14 million	2-months of grocery vouchers (\$400/month) to about 16,000 households
	<b><i>Food Security - subtotal</i></b>	<b>16%</b>	<b>\$14 million</b>	
<b>TOTAL ANNUAL SPENDING:</b>		<b>100%</b>	<b>\$86 million</b>	

<sup>1</sup> The investments assume about five percent of funds will be needed to implement and administer these investments; if the full 5% is not needed to administer the funds, anything funds may be used for the direct programs and services described.